GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1106
ANSWERED ON:24.10.2008
RATIONALISATION OF TAXES ON PETRO PRODUCTS
Kumar Shri Shailendra

Will the Minister of FINANCE be pleased to state:

(a) whether the Government proposes to rationalize taxes on petro-products in view of price-rise in the country; and

(b) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

(a) The following changes in the rates of basic customs duty and excise duty on Crude and petroleum products were made w.e.f. 4th June, 2008:

Product	Duty rate From	To
1. Crude	5%	Nil
2. Motor Spirit (Petrol) and HSD	7.5%	2.5%
3. Other petroleum products	10%	5%

Central Excise

1. Motor Spirit (Petrol) intended for sale without a brand name	Rs.6.35/litre	Rs.5.35/litre
2. HSD intended for sale without a brand name	Rs. 2.60/litre	Rs.1.60/litre

At present, there is no proposal under the consideration of the Government for any further rationalization of taxes on petro-products in view of price-rise in the country.

(b) Does not arise in view of (a) above.